



(Constituted in the Republic of Singapore pursuant to a Trust Deed dated 12 July 2007 (as amended))

**ANNOUNCEMENT
DISCLOSURE PURSUANT TO RULE 704(31) OF THE SGX-ST LISTING MANUAL**

Pursuant to Rule 704(31) of the SGX-ST Listing Manual, the Board of Directors of Parkway Trust Management Limited ("**PTML**"), as manager of Parkway Life Real Estate Investment Trust ("**Parkway Life REIT**") wishes to announce that under a facility agreement ("**Facility Agreement**") which has been entered into by HSBC Institutional Trust Services (Singapore) Limited (in its capacity as trustee for Parkway Life REIT) ("**Trustee**") on 28 February 2012, Parkway Life REIT is required to inter alia, prepay the outstanding amounts under the Facility Agreement (after the lender and Parkway Life REIT are unable to reach an agreement on the revised terms of the facility within a negotiation period of 60 days) if :

- (a) PTML ceases to be a manager of Parkway Life REIT;
- (b) Parkway Holdings Limited ("**PHL**") (a controlling unitholder (as defined in the Property Funds Appendix of the Code on Collective Investment Schemes) of Parkway Life REIT) ceases to own, directly or indirectly, at least 25% of the units ("**Units**") in Parkway Life REIT; or
- (c) PHL ceases to own, directly or indirectly, at least 51% of its shareholding interest in PTML, (collectively, "**Loan Covenants**").

As at the date of this announcement, no prepayment pursuant to the Loan Covenants has occurred.

As at the date of this announcement, the aggregate level of facilities (including the S\$50,000,000 floating rate notes issued by Parkway Life MTN Pte. Ltd. under the S\$500,000,000 Multicurrency Medium Term Notes Programme established on 18 August 2008) that may be affected by the Loan Covenants (excluding interest) is approximately S\$545,679,600 (being the aggregate of S\$60,600,000 and JPY 29,560,000,000).

By Order of the Board
Parkway Trust Management Limited
(Company Registration no. 200706697Z)
As Manager of Parkway Life Real Estate Investment Trust

Yong Yean Chau
Director / Chief Executive Officer
28 February 2012

Important Notice

This Announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for units in Parkway Life Real Estate Investment Trust ("Parkway Life REIT" and the units in Parkway Life REIT, the "Units").

The value of the Units and the income derived from them may fall as well as rise. The Units are not obligations of, deposits in, or guaranteed by, Parkway Trust Management Ltd, as manager of Parkway Life REIT (the "Manager") or any of its affiliates. Investors have no right to request the Manager to redeem their Units while the Units are listed. It is intended that unitholders of Parkway Life REIT may only deal in their Units through trading on Singapore Exchange Securities Trading Limited (the "SGX-ST"). Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units. The past performance of Parkway Life REIT or the Manager is not necessarily indicative of the future performance of Parkway Life REIT or the Manager. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested.